

## **FY 1999-00 BUDGET ACT ALLOCATION FUNDING AND PROGRAM OVERVIEW**

This document provides a brief program description for funds contained in the FY 1999-00 allocation. For complete programmatic and funding terms and conditions, refer to the State and County Negotiated Net Amount (NNA) and DMC contract and applicable Request for Applications agreements. Copies of documents can be obtained from the Department's Resource Center at (800) 879-2772.

### **State General Fund Bifurcation**

During the development of the FY 1999-00 budget, the State Legislature established separate SGF appropriations for the DMC program and Perinatal DMC program. Chapter 147, Statutes of 1999 ends the policy of using non-DMC resources to fund the DMC program by establishing separate appropriations for the State and counties to administer the appropriation of DMC funds and SGF. This action ends the uncertainty of available funding for non-DMC services for counties and providers by stabilizing funding for non-DMC services.

As a result of the bifurcation, the policy on accessing the Contingency Reserve for DMC services has been revised as follows. Counties may access the Contingency Reserve when all of their allocated SGF DMC or Perinatal SGF DMC funds are exhausted and additional SGF is needed to meet the DMC need. Counties no longer are required to transfer discretionary funds to DMC prior to accessing the Contingency Reserve.

## **STATE GENERAL FUND**

### **SGF DMC - \$31.3 million**

Through an interagency agreement with the Department of Health Services, ADP administers, manages and finances the DMC program through contracts with counties and/or DMC providers. These funds are available to counties to meet the cost of DMC services to Medi-Cal beneficiaries.

### **Contingency Reserve for DMC Services - \$5 million**

The Department is authorized to fund a Contingency Reserve for DMC services with \$5 million of reappropriated regular and perinatal SGF.

Beginning in FY 1999-00, the policy on accessing the Contingency Reserve has been revised. Counties may access the Contingency Reserve for DMC services once the county allocation for DMC is exhausted. Counties are no longer required to use any or all of their discretionary funds prior to accessing the Contingency Reserve.

### **State Operated DMC Services - \$2.5 million**

Any county that elects not to, or fails to, provide or contract for DMC covered services to eligible DMC beneficiaries in accordance with federal and state statutes will forfeit to the Department the SGF needed to match FFP to reimburse providers for these services. The Department will, in turn, use the SGF and contract directly with providers in that county for these services.

### **SGF Ongoing - \$24.7 million**

These funds are available to counties to meet the cost of alcohol and other drug services. These funds cannot be used to match FFP in the DMC program.

### **Out-of-County - \$1.2 million**

The FY 1999-00 Budget Act authorizes up to \$1.4 million of reappropriated funds to be allocated to counties for costs incurred in connection with serving out-of-county DMC clients. Although \$1.4 million is authorized, only \$1,226,491 is needed to cover out-of-county costs. These funds are available to counties to meet the cost of alcohol and other drug services. These funds cannot be used to match FFP in the DMC program. It is anticipated that FY 1999-00 is the last year out of county costs will be offset because the separated SGF funding for the DMC program avoids disruption of non-DMC services within a county.

### **Perinatal SGF DMC - \$4 million**

The FY 1999-00 Budget Act appropriated \$4 million for Perinatal DMC services for the purposes of meeting Perinatal DMC costs for Medi-Cal beneficiaries.

### **Perinatal Contingency Reserve for DMC Services**

(See above "Contingency Reserve for DMC Services.")

**Perinatal State Operated DMC Services - \$128,744**

Any county that elects not to, or fails to, provide covered services to eligible DMC beneficiaries in accordance with federal and state statutes will forfeit its Perinatal SGF needed to operate these services. The Department will contract directly with certified Perinatal DMC providers in that county for these services.

**Perinatal SGF Ongoing- \$17 million**

These funds are for programs serving populations of pregnant and postpartum women and their infants and parenting women and their children through 18 years of age. These funds cannot be used to match FFP in the DMC program.

Alpine County elected not to participate and did not receive Perinatal SGF Ongoing funds.

**Women and Children's Residential Treatment Services - \$3.6 million**

The Legislature appropriated \$3.6 million to continue funding the existing Women and Children's Residential Treatment Services that began through the Federal Center for Substance Abuse Treatment grants but whose grants have since lost funding. These programs provide residential treatment services to women and their children. These funds cannot be used for purposes of match in the DMC program. These funds were identified as "Perinatal Grant" in FY 1998-99.

**Perinatal Expansion Program - \$3 million**

A total of \$3 million is being allocated to all counties on an ongoing basis, through two funding lines, to expand or establish perinatal services. These funds for perinatal substance abuse treatment may not be used to supplant the \$3.6 million made available to the existing Women and Children's Residential Treatment Services (residential perinatal treatment programs begun through the federal Center for Substance Abuse Treatment grants but whose grants have since expired). These funds cannot be used to match FFP in the DMC program.

Of the \$3 million, \$1.5 million is identified as part of the State's Temporary Assistance to Needy Families (TANF) Maintenance of Effort (MOE) requirement. They must be used for TANF clients and be tracked separately.

Alpine County elected not to participate and did not receive Perinatal Expansion Program funds.

**REIMBURSEMENTS****Parolee Services Network - \$8.2 million**

The California Department of Corrections (CDC) continues to make funds available during FY 1999-00 for residential and non-residential Alcohol and Other Drug (AOD) treatment and recovery services. These services are available in the counties of Alameda, Contra Costa, Fresno, Los Angeles, Marin, Napa, San Diego, San Francisco, San Mateo, Santa Clara, Solano, and Sonoma.

## FEDERAL TRUST FUNDS

### SUBSTANCE ABUSE PREVENTION AND TREATMENT BLOCK GRANT FUNDS

The FY 1999-00 Budget Act specifies county offices of alcohol and drug programs receiving SAPT Block Grant funds are required to manage service capacity and give priority to individuals on waiting lists for alcohol and other drug treatment services. Funds shall be expended pursuant to federal grant requirements.

**SAPT Discretionary - \$113.1 million**

**SAPT Discretionary Ongoing Increase - \$11.5 million**

**SAPT Discretionary Unexpended Funds FY 1998-99 - \$14.6 million**

The SAPT Discretionary funds are for substance abuse treatment, prevention, and recovery services and services to specific populations such as youth and pregnant and parenting women.

The existing terms and conditions for use of the SAPT Block Grant funds continue to apply. The alcohol and drug program set-aside requirements for county expenditure of SAPT Block Grant funds remains at no less than 35 percent of the county's total allocation for alcohol treatment services and no less than 35 percent for drug treatment services. Federal law and regulations establish the requirements for expending these funds. Please refer to the FY 1998-99 Contract Documents Binder sent to counties on February 22, 1999, for details.

**Prevention Set-Aside - \$39.3 million**

**Prevention Set-Aside Ongoing Increase \$1.3 million**

**Prevention Set-Aside Unexpended Funds From FY 1998-99 - \$2.4 million**

The SAPT Prevention Set Aside funds support primary prevention services. Federal law and regulations establish the requirements for expending these funds.

In previous years, the SAPT Prevention Set Aside funds were included within the Discretionary fund amount. The Primary Prevention Set Aside amounts were shown for informational purposes only and did not represent actual funds. To make the spreadsheet consistent, the Prevention Set Aside funds are separated from Discretionary and represent actual funds. Counties can continue to budget Discretionary funds in primary prevention services. The unexpended FY 1998-99 Prevention funds carried over to FY 1999-00 are shown under Prevention.

**Friday Night Live - \$552,000**

The Friday Night Live (FNL) program is designed to prevent alcohol and drug use among teenagers through activities including community action, assemblies, and leadership training. Due to a reduction in the Safe and Drug Free Schools and Communities (SDFSC) grant, FNL will be supported by the increase SAPT Primary Prevention Set Aside Funds for FY 1999-00 and following, and are designated as prevention. Sufficient funding is available to counties wishing to start a FNL program in FY 1999-00.

Federal law and regulations establish the requirements for expending these funds. Please refer to the FY 1998-99 Contract Documents Package, dated February 22, 1999, for details. These funds are also subject to the terms and conditions of Document 1S – “Science-Based Practices in Substance Abuse Prevention.”

*Note:* Unexpended funds for FNL from FY 1998-99 are listed under the SDFSC section.

### **Club Live - \$552,000**

The Club Live (CL) prevention program is supported by the increased Primary Prevention Set Aside funds FY 1999-00 and following, and are designated to fund prevention services. Federal law and regulations establish the requirements for expending these funds. Please refer to the FY 1998-99 Contract Documents Package, dated February 22, 1999, for details. These funds are also subject to the terms and conditions of Document 1S – “Science-Based Practices in Substance Abuse Prevention.” Sufficient funding is available to counties wishing to start a CL program in FY 1999-00.

*Note:* Unexpended funds for CL from FY 1998-99 are listed under the SDFSC section.

### **HIV Set-Aside - \$10.1 million**

#### **HIV Set-Aside Ongoing Increase - \$439,057**

#### **HIV Set-Aside Unexpended Funds From FY 1998-99 - \$1.8 million**

Federal law requires five percent of the total Block Grant award to be expended on HIV Early Intervention (testing and counseling) services for clients in treatment programs. Federal law and regulations establish the requirements for expending these funds. Please refer to the FY 1998-99 Contract Documents Binder sent to counties on February 22, 1999, for details.

### **SAPT Perinatal Set-Aside - \$15.5 million**

#### **Perinatal Set-Aside Unexpended Funds From FY 1998-99 - \$170,199**

Counties may use the SAPT Perinatal Set-Aside funds to expand static capacity in existing perinatal programs, add new perinatal services or programs, and change existing programs. Counties must use these funds to maintain existing perinatal treatment capacity and programs, since the Department counts these funds toward the Perinatal Set-Aside. The Perinatal Program is part of the PSN and subject to the requirements set forth in the *Perinatal Services Network Guidelines*.

### **Female Offender Treatment Services - \$645,000**

The Female Offender Treatment Project provides substance abuse treatment services for CDC inmates paroling from the California Institution for Women. Funding has remained constant for this program.

The four counties participating in the Female Offender Treatment Project (Los Angeles, Orange, Riverside, and San Bernardino) are required to comply with the State-County contract terms and conditions, Document 1D.

**SAPT Special Projects Ongoing - \$288,000****SAPT Special Projects Ongoing Unexpended Funds From FY 1998-99 - \$82,400****SAPT Special Projects Limited Term - \$175,000****SAPT Special Projects Limited Term Unexpended Funds From FY 1998-99 - \$32,500**

Funds for special projects are allocated to: Alameda County for the African American Women's Media Campaign (\$27,500) and for a limited term research project conducted by The Public Health Institute through FY 2000-01 (\$110,000); Los Angeles County for the Alcohol Center for Women (\$95,000), the Hispanic Women's Media Campaign (\$65,000) and the African American Women's Media Campaign (\$27,500); Modoc County for the Indian Health Project (\$25,000); Shasta County for a limited term substance abuse coordinator (\$65,000); and Tulare County for the Tule River Tribal Council (\$48,000).

**SAPT One-Time Savings - \$3 million**

Pursuant to the Budget Act of FY 1997-98, \$3.0 million is available for each of the three consecutive years from FY 1997-98 to FY 1999-00. This is the last year of funding. These funds are available to counties for discretionary purposes and are considered one-time funds.

**SAPT Drug Court-Related Substance Abuse Treatment - \$3 million****SAPT Drug Court Unexpended Funds From FY 1998-99 - \$2.2 million**

The Drug Court-Related Substance Abuse Treatment funds were awarded to counties on a competitive basis to develop and expand drug court-related substance abuse treatment. This year, FY 1999-00, is the last year of funding for this program.

In addition to the contractual requirements contained in the NNA contract, DC-RSAT funding is subject to the terms and conditions in the DC-RSAT Request For Applications released on December 11, 1997. Funding received under DC-RSAT shall be used only for those activities contained within the county's proposal submitted under the DC-RSAT Request For Applications.

**SAPT Adolescent Treatment Program - \$4.7 million****SAPT Adolescent Treatment Program Unexpended Funds From FY 1998-99 - \$4.5 million**

Assembly Bill 1784 (Baca, Chapter 866, Status of 1998), provides authority for the Adolescent Treatment Program. Twenty California counties determined to have the greatest need for adolescent substance abuse treatment are authorized to use these funds to provide comprehensive, age-specific services to substance abusing adolescents.

## **SAFE AND DRUG FREE SCHOOLS AND COMMUNITY GRANT**

**SDFSC Community Based Prevention - \$1 million****SDFSC Community Based Prevention Ongoing - \$2.6 million****SDFSC Community Prevention Unexpended Funds From FY 1998-99 - \$253,246**

The SDFSC funds are limited to services for children and youth who are not normally serviced by the State or local education agencies (as defined in the SDFSC Act of 1994, as amended). It is also for populations that need special services or additional resources (such as preschoolers,

youth in juvenile detention facilities, runaway or homeless children and youth, pregnant and parenting teenagers, and school dropouts). The ten percent school, school district or community organization match is no longer required.

Use of all SDFSC grant funds must comply with requirements set forth in the SDFSC Act of 1994, as amended, Title IV of the Elementary and Secondary Education Act of 1965 (Public Law 103-382). These requirements are summarized in Document 1B and Document 1S of the State-County contract and include authorized use of funds, allowable administrative costs, levels of accountability and compliance with the Principles of Effectiveness.

#### **SDFSC FNL Unexpended Funds From FY 1998-99 - \$4,500**

The FNL carryover funds from FY 1998-99 continue to be subject to the requirements set forth in the SDFSC Act of 1994, as amended, Title IV of the Elementary and Secondary Education Act of 1965 (Public Law 103-382). These requirements are summarized in Document 1B and Document 1S of the State-County contract and include authorized use of funds, allowable administrative costs, levels of accountability and compliance with the Principles of Effectiveness.

#### **SDFSC CL Unexpended Funds From FY 1998-99 - \$4,500**

The CL carryover funds from FY 1998-99 continue to be subject to the requirements set forth in the SDFSC Act of 1994, as amended, Title IV of the Elementary and Secondary Education Act of 1965 (Public Law 103-382). These requirements are summarized in Document 1B and Document 1S of the State-County contract and include authorized use of funds, allowable administrative costs, levels of accountability and compliance with the Principles of Effectiveness.

#### **California Mentor Initiative - \$1.1 million**

#### **California Mentor Initiative Unexpended Funds From FY 1998-99 \$289,000**

Funds for this program are derived from the SDFSC grant and have been made available to counties through an Application for Funding (AFF) process. Grant awards are one-time and may be expended over a twenty-four month period. The funds shall be expended in accordance with the SDFSC grant requirement, the terms and conditions of Document 1Q, "Conditions for Use of Funding Received Under the California Mentor Initiative Allocation," the CMI-AFF, the county-specific proposal, and any amendments to that proposal as included in the county's NNA contract. Counties receiving a CMI award in FY 1999-00, which are eligible to carry-over funds into FY 2000-01, must identify their CMI carry-over by April 1, 2000.